

Form 6043 (Rev. December 1998)	Department of the Treasury – Internal Revenue Service Employee Plan Deficiency Checksheet Attachment #4 Miscellaneous	Date
<i>For IRS Use</i>	Please furnish the amendment(s) requested in the section(s) checked below.	
402		The plan must contain an express provision that, in the event of its termination or partial termination (or in the case of profit sharing, stock bonus, or other plan described in IRC section 412(h), a complete
I.a.		discontinuance of contributions), a participant's interest under the plan as of such date is nonforfeitable to the extent funded. IRC section 411(d)(3) and Regs. section 1.411(d)-2.
403		Section _____ of the plan should be amended to provide that in case of a merger or consolidation with, or transfer of assets or liabilities to, any other plan, each participant shall (if the plan then terminated)
I.b.		receive a benefit immediately after the merger, etc., which is equal to or greater than the benefit he or she was entitled to immediately before the merger, etc., (if the plan had then terminated). IRC sections 401(a)(12), 414(l), and Rev. Rul. 86-48, 1986-1 C. B. 216.
405		Please advise whether any of the participants in this plan have been covered by another defined benefit plan of the employer which has been, or is to be, terminated with excess plan assets having been, or to be,
I.c.		returned to the employer.
406		Please demonstrate whether or not lump sum distributions or guaranteed annuity contracts have been provided for all accrued benefits of all participants in the terminating plan. Implementation Guidelines,
I.c.i.		Treasury News Release dated May 24, 1984.
407		If the plan grants credit for past service for the period during which an employee was covered by the terminated plan (subject to the limitations of Code section 415), please demonstrate that the IRS has
I.c.ii.		granted approval for a change in funding method in connection with the unfunded past service liability for this plan. Implementation Guidelines, Treasury News Release dated May 24, 1984.
408		Please furnish information indicating whether the plan has received or transferred assets or liabilities subject to Code section 414(l), in a transaction with another defined benefit plan which has been, or is to
I.d.		be, terminated with excess plan assets having been, or to be, returned to the employer. Regs. section 1.414(l)-1 and Implementation Guidelines, Treasury News Release dated May 24, 1984.
409		Section _____ of the plan should be amended to provide that the accrued benefits of all participants in this plan are fully vested and nonforfeitable as of the date of termination of the other plan.
I.d.i.		Implementation Guidelines, Treasury News Release dated May 24, 1984.
410		Please demonstrate whether or not guaranteed annuity contracts have been purchased to provide for all accrued benefits of all participants in this plan as of the date of termination of the other plan.
I.d.ii.		Implementation Guidelines, Treasury News Release dated May 24, 1984.
411		Please demonstrate that the IRS granted approval for a change in funding method for this plan, as of the date of termination of the other plan. Implementation Guidelines, Treasury News Release dated May 24, 1984.
I.d.iii.		

412, 413		An employer may not recover surplus assets in a transaction in which it splits an overfunded defined benefit plan into two defined benefit plans, terminates one of the plans and receives the excess assets ("spinoff/ termination" transaction), unless the following conditions are satisfied: (i) the benefits of all employees (including those employees covered by the ongoing plan) must be fully vested and nonforfeitable as of the date of termination; (ii) all benefits accrued as of the date of termination for all employees (including those employees covered by the ongoing plan) must be provided for by the purchase of guaranteed annuity contracts; and (iii) in the case of the ongoing plan, the funding method for such plan must be changed on the date of termination by combining and offsetting amortization bases in accordance with Code section 412(b)(4). The amortization period for this base will be the lesser of the combined amortization period or the weighted average future remaining working lifetime of all covered employees. The employer must request and obtain IRS approval for this change in funding method. Please provide information demonstrating whether the conditions listed above have been satisfied. Implementation Guidelines, Treasury News Release dated May 24, 1984.
I.c.i. & iii. I.d.i., ii. & iii.		
415		Please advise whether the employer, in the past 15 years, previously received a reversion of assets upon termination of a defined benefit plan which covered some or all of the same employees who are covered by this plan. Regs. section 1.401-1(b)(2) and Implementation Guidelines, Treasury News Release dated May 24, 1984.
I.e.		
421		Section _____ of the plan should be amended to provide that benefits under the plan may not be assigned or alienated except to the extent allowable under IRC sections 401(a)(13) and 414(p).
II.a.		
422		Section _____ of the plan should be amended to provide that, unless the participant otherwise elects, benefits will commence within the time specified by IRC section 401(a)(14) and Regs. section 1.401(a)-14.
II.b.		
424		Section _____ of the plan should be amended to prevent distributions from being made before the attainment of normal retirement age, termination of service, death or disability. Regs. section 1.401-1(b)(1)(i) and Rev. Rul. 56-693, 1956-2 C.B. 282.
II.c.		
425		Since the plan provides for payment of an early retirement benefit upon the completion of a stated period of service and the attainment of a stated age, section _____ of the plan must be amended to provide that a participant who meets the service requirement for early retirement upon termination of employment and who is entitled to receive a vested benefit, will commence to receive a benefit which is not less than the reduced normal retirement benefit upon satisfaction of the age requirement. IRC section 401(a)(14) and Regs. section 1.401(a)-14(c).
II.d.		
426		Section _____ of the plan should be amended to provide that distributees may elect to have eligible rollover distributions paid in a direct rollover to an eligible retirement plan specified by the distributee. IRC section 401(a)(31) and Regs. section 1.401(a)(31)-1.
II.e.		
431		Section _____ of the plan should be amended to delete the provision for reversion of funds to the employer. However, certain reversions are permitted if (1) the contribution is conditioned upon the initial qualification of the plan, a timely determination letter request is filed, and the plan receives an adverse determination; or (2) the reversion is due to a good faith mistake of fact; or (3) the contribution is conditioned on its deductibility under section 404 of the Code. IRC section 401(a)(2), Regs. section 1.401-2(b)(1), and Rev. Rul. 91-4, 1991-1 C.B. 5.
III.a.		
432		Section _____ of the plan should be amended to provide that an employee's right to his or her normal retirement benefit is nonforfeitable on attainment of normal retirement age, as defined in Code section 411(a)(8). IRC sections 411(a), 411(a)(8) and Regs. section 1.411(a)-7(b).
III.b.		
433		A profit sharing plan must have a predetermined formula for allocating employer contributions that precludes employer discretion. Section _____ of the plan should be amended accordingly. Regs. section 1.401-1(b)(1)(ii).
III.c.		

434		Section _____ of the plan should be amended to provide an express formula to determine employee benefits which does not involve employer discretion. Regs. section 1.401-1(b)(1)(i) and Rev. Rul. 74-385,
III.d.	1974-2 C.B. 130.	
436		Section _____ of the plan should be amended to expressly state the actuarial assumptions (for example, interest and mortality) or other methods (such as the conversion rates applied in a particular insurance contract) that will be used to determine the amount or level of any optional benefit forms that are the actuarial equivalent of the normal retirement benefit payable under the plan. IRC section 401(a)(25), Regs. section 1.401-1(b)(1)(i), and Rev. Rul. 79-90, 1979-1 C.B. 155.
III.e.		
437		The preretirement death benefits provided by the plan must be "incidental" within the meaning of Regs. section 1.401-1(b)(1), taking into account the qualified preretirement survivor annuity, if required, under Code section 401(a)(11). IRC sections 401(a)(11) and 417(c), Regs. sections 1.401-1(b)(1)(i) & (ii), and Rev. Rul. 60-83, 1960-1 C.B. 157, Rev. Rul. 60-84, 1960-1 C.B. 159, Rev. Rul. 66-143, 1966-1 C.B. 79, Rev. Rul. 68-31, 1968-1 C.B. 151, Rev. Rul. 70-611, 1970-2 C.B. 89, Rev. Rul. 74-307, 1974-2 C.B. 126 and Rev. Rul. 85-15, 1985-1 C.B. 132.
III.f.		
438		Section _____ of the plan should be amended to provide that the aggregate actual contributions for retiree medical benefits, when added to the actual contributions for life insurance under the plan, are limited to 25 percent of the total actual contributions made to the plan (other than contributions to fund past service credits) after the later of the adoption or effective date of the section 401(h) arrangement. IRC section 401(h).
III.g.		
439		All defined contribution plans must provide for a valuation of investments held by the trust at least once a year on a specified inventory date, in accordance with a method consistently followed and uniformly applied. The fair market value on the inventory date is to be used for this purpose and the respective accounts of participants are to be adjusted in accordance with the valuation. Rev. Rul. 80-155, 1980-1 C.B. 84.
III.i.		
441		Please show that the amendment to the plan that was adopted on _____ or that is proposed to be adopted, satisfies the conditions described in section 1.401(a)(4)-11(g)(3) and (4) of the regulations relating to corrective amendments that may be given retroactive effect for purposes of satisfying the minimum coverage and nondiscrimination requirements.
III.j.		
442		Section _____ of the plan should be amended to limit the compensation that may be taken into account in determining contributions on behalf of any employee to no more than \$150,000 (as adjusted). IRC section 401(a)(17) and Regs. section 1.401(a)(17)-1.
IV.a.		
445		The plan should be amended so that the accrued benefit of a section 401(a)(17) employee within the meaning of section 1.401(a)(17)-1(e)(2)(i) of the regulations is determined under the rules described in section 1.401(a)(17)-1(e) of the regulations or indicate that there are no section 401(a)(17) employees. IRC section 401(a)(17) and Regs. section 1.401(a)(17)-1(e).
IV.b.		
446		The plan should be amended to provide that valuations of employer securities which are not readily tradeable on an established market are made by an independent appraiser, who meets requirements similar to the requirements of the regulations prescribed under IRC section 170(a)(1). IRC section 401(a)(28)(C).
V.a.		
447		The plan should be amended to provide that a participant is entitled to elect to diversify a portion of his or her account's investment in employer securities as required under IRC section 401(a)(28)(B).
V.b.		
448		The plan should be amended to provide that a participant is entitled to elect to commence distribution of his or her account balance not later than required by IRC section 409(o).
V.c.		

449		Section _____ of the plan should be amended to provide that where a participant is entitled to a distribution from the plan of securities that are not readily tradeable on an established securities market,
V.d.		the employer will repurchase the securities within the time periods and in accordance with the methods described in IRC sections 409(h)(5) and (6).
450		Section _____ of the plan should be amended to specify the corporate matters for which participants, to whose accounts nonregistration securities have been allocated, are entitled to direct the plan how to vote.
V.e.		IRC section 409(e)(3).
451		Section _____ of the plan should be amended to provide that the assets of the plan attributable to employer securities acquired by the plan in a sale to which IRC section 1042 applies cannot accrue for the
V.f.		benefit of persons specified in IRC section 409(n) during the nonallocation period.
452		Section _____ of the plan should be amended to provide for the dollar limit of \$30,000 on annual additions to a participant's ESOP account. IRC section 415(c)(1)(A).
V.g.		